GOVERNMENT OF INDIA
AGRO AND RURAL INDUSTRIES
LOK SABHA

UNSTARRED QUESTION NO:1118
ANSWERED ON:22.07.2002
FUNDS TO NGOS BY KVIC
GANGASANDRA SIDDAPPA BASAVARAJ

Will the Minister of AGRO AND RURAL INDUSTRIES be pleased to state:

(a) whether a large number of Non-Governmental Organisations inKarnataka are seeking assistance through Khadi and Village Industry Commission Schemes;

(b) if so, the quantum of funds provided to them by KVIC during the last year;

(c) whether due to lack of funds, KVIC is declining to entertain fresh applications from NGOs for loans in the State;

(d) if so, whether the Union Government propose to enhance the allocations to KVIC for Karnataka to assist more NGOs; and

(e) if so, the details thereof?

Answer

THE MINISTER OF AGRO AND RURAL INDUSTRIES (SHRI KARIYA MUNDA)

(a) to (e): The Khadi and Village Industries Commission (KVIC) isnot perceived to be a financial institution. Hence, NGOs/institutions approaching the KVIC for a loan are encouragedto seek credit from banks. However, KVIC is stall fulfillingcertain old commitments of Khadi and VI loans for which small amounts are disbursed every year.